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REPORT

***For the Financial Year ended
31st Dec. 1962***

DEUTSCHER INVESTMENT-TRUST
Gesellschaft für Wertpapieranlagen m.b.H.



REPORT

***For the Financial Year ended
31st Dec. 1962***

DEUTSCHER INVESTMENT-TRUST

Gesellschaft für Wertpapieranlagen m.b.H.

Frankfurt a.M., Neckarstraße 13, Telefon 33 23 55

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Dear Investor,

At the close of the financial year ended 31st Dec. 1962 we take pleasure in submitting to you the following report on the general economic situation as well as on the development and earning power of our CONCENTRA, THESAURUS, INDUSTRIA and TRANSATLANTA funds.

The economic situation in Germany

During the year 1962 the German economy continued its trend towards an easing of economic activity. The rather heavy round of wage increases as well as the revaluation of the Mark have worsened Germany's competitive position on the international markets and impaired the earning power of German enterprises. While exports in the past year increased by a mere 4 %, imports rose by 12 %. The change in the situation has led to a decrease in the capital expenditure by industry.

Production in the various branches developed in very different ways. While, for example, the chemical, plastics and motor-vehicle industries showed considerable growth, the coal and steel industries and important branches of the capital goods industries reported stagnating or declining production figures. All in all, the gross national product rose nominally by about 7 %, which – allowing for price changes – resulted in a true increase of approx. 4 %.

Estimating future trends one should take into account that from the still lively building industry activity – the housing backlog was at the end of 1962 fully 10 % higher than at the end of the previous year – a further impulse in economic expansion is to be expected. The increase in private consumption as well as the continued high government expenditure are

likely to have a similar effect. Future development, however, will ultimately depend on whether wage and price increases can be kept within narrower limits than hitherto thus easing the pressure on our companies' competitive ability in the international markets as well as easing the present profit squeeze. If this can be achieved, we may assume that there are good prospects of a further, although quieter expansion of the German economy. Of interest in this connection is the fact that the EEC Commission expects the German gross national product to show an average true rise of 3—4% p. a. during the next three years.

The German stock market

On the stock markets there was a heavy fall in prices during the past year. Apart from the increased East-West tension and the largely dull tendency of most stock markets abroad, it was primarily the reduction in company profits that made many investors extremely reluctant to buy, thus leading to a reduction of stock exchange transactions. By mid-October, prices had dropped on an average 37 %, thus sinking within little more than two years to approximately one half of the value achieved at the post-war high in the latter part of summer 1960.

At the end of October the market showed a comparatively strong upward trend which lasted until the end of November. Prices stayed at this higher level until the end of 1962, at which time they were still 24 % below the level at the beginning of the year. This friendlier tendency may be attributed, first of all, to the speedy easing of the Cuba crisis. In addition, however, the opinion seems to gain ground that in the light of the economic situation, the fall in prices during the past year was in many cases excessive and should, therefore, now stimulate new investment in stocks. In the future we must expect the development of stock prices to vary greatly from industry

to industry, so that a specialised knowledge of conditions in each branch and even in the different companies will be of the utmost importance. The investment companies' experience in this field will, therefore, be of special benefit to investors.

Developments abroad

In the U. S. the upward economic trend continued. On the other hand, industrial production during the year did not always rise to the expected degree, so that doubts were repeatedly expressed as to the further continuation of this expansion. On the New York Stock Exchange there were large declines in prices, which were due only in part to the economic situation. Other factors which contributed to the bearish mood of the Stock Exchange were the intervention of the U. S. Government in the price policy of the steel companies, as well as international tension. During the last three months of the year prices rallied considerably, which may be attributed not only to the successful steps taken by President Kennedy during the Cuba crisis, but also to reports of rising company profits and an increase in business activity. At the end of 1962 the Dow-Jones index stood at 652, or 11 % below the level at the beginning of the year.

In Canada an increase in industrial production was achieved. Stock prices developed in much the same way as in the U. S., but the decline was less pronounced.

Events on the London Stock Exchange were greatly influenced by the fact that there was only a slight increase in British industrial production during the previous year. Moreover, investors were discouraged by the introduction of a tax on short term capital gains. Stock prices had dropped 17 % by the end of June, yet by the end of December, 1962 they were only 7 % below the level reached at the beginning of the year.

The Dutch economy again showed a rise in production, even though, as in Germany, at a continued slower pace. Stock prices were – not at least because of the international situation – exposed to fluctuations, with losses dominating the picture.

On the Brussels Stock Exchange, most of the stocks maintained the level reached at the end of 1961, since the Belgian economy on the whole recorded satisfactory growth.

In France the favourable economic climate continued. Stock prices at the end of the year were on the average a few per cent higher than they had been at the beginning of the year, although the development of the market had for some time been considerably influenced by international and domestic political tensions.

In Italy, too, the past year brought continued economic expansion. However, the favourable economic climate found almost no expression in stock market tendencies, since apart from international tensions and the unstable political situation at home, such measures as the nationalisation of electric power and the introduction of a dividend tax had an adverse effect on investment enthusiasm. Undergoing numerous fluctuations, stock prices decreased on the whole and by the end of the year were approximately 14 % below the level at which they stood at the beginning of the year.

In spite of continuing boom conditions in the Swiss economy, the Zurich Stock Exchange registered a heavy drop in prices which was largely attributable to the generally dull tendency in New York. Apart from this, however, the strained situation on the Swiss capital market produced by the issue of new stock as well as the voluntary measures adopted for slowing down the strong upward trend probably contributed likewise to the drop in prices. By the end of 1962 stock prices had incurred an average loss of 27 % as compared with the beginning of the year.

The development of our funds

The fall in prices on the German and most foreign stock markets naturally also caused the issue prices of our shares to decline during the year:

	Concentra	Thesaurus	Industria	Transatlanta
<hr/>				
Offering prices				
on Dec. 31, 1961	DM 45.90	DM 52.—	DM 87.40	DM 59.20
on Dec. 31, 1962	DM 34.—	DM 41.30	DM 66.30	DM 49.60
<hr/>				

Considering the much heavier fall in prices of many blue chips, the shares of our funds showed a relatively favourable development also in 1962 – a result achieved by distribution of risks and the careful selection of the stocks held by our funds, thus illustrating the value of a proper investment policy.

The partly considerable differences in the development of the value of the individual shares are attributable to the different composition of each fund. The comparatively small loss in value of the TRANSATLANTA shares reflects the wide international diversification of this fund over Europe and North America. INDUSTRIA, with $\frac{2}{3}$ of its holdings made up of German and $\frac{1}{3}$ of other European titles, is suitable for investors who wish to place the emphasis of their investment on Germany, while at the same time desiring to participate also in companies in other European countries. CONCENTRA and THESAURUS offer participation in German companies only.

In this connection we would like once again to draw attention to the advantages connected with the accumulation of earnings practised by THESAURUS. The THESAURUS fund reinvests for its shareholders all

its earnings, thus resulting in a constant appreciation of the capital invested. Of course the holder of CONCENTRA shares has the possibility to reinvest his earnings by using them for the purchase of additional shares. However, this procedure is unnecessarily cumbersome. Besides, such a reinvestment made at a specific time permits only a partial exploitation of the advantages offered by the accumulation-of-earnings principle. This is shown, for instance, by the fact that by the end of 1962 the appreciation of a CONCENTRA share bought at the end of 1958 – including the distribution of earnings realised during that time – amounted to 62.8 %, while the value of a THESAURUS share during the same period rose by 68.2 % i. e. 8.6 % more. Anyone who, in order to provide for old age or for the education of his children or for any other reason, wants to make a long-term investment in securities, using each penny of the accruing earnings for this purpose, will find THESAURUS shares a suitable means.

Business in our shares again developed to our satisfaction during the past year. The number of shares from all funds in circulation by the end of 1962 was 19,225,647, a new all-time high. The break-down of this figure is as follows:

	Concentra	Thesaurus	Industria	Transatlanta
<hr/>				
Shares in circulation				
on Dec. 31, 1961	11,323,022	4,157,113	1,839,970	1,580,777
on Dec. 31, 1962	11,849,704	3,931,098	1,815,003	1,629,842
<hr/>				
Increase or decrease	+ 526,682	— 226,015	— 24,967	+ 49,065

The increase in CONCENTRA and TRANSATLANTA shares represents an influx of new investment capital of approximately DM 23,000,000. Lively

interest was noticed also in THESAURUS and INDUSTRIA shares during the year under review, yet sales, especially of THESAURUS shares, were outweighed by redemptions, which in part might be due to investors switching over from shares of one fund to those of another. The overall increase in the circulation of shares indicates that numerous investors have taken advantage of the lower price level to purchase additional shares in order to reduce the average cost price of their total holdings.

By the end of 1962 the total savings capital managed by German investment companies amounted to 2,600 million DM. The value of our own CONCENTRA, THESAURUS, INDUSTRIA and TRANSATLANTA funds at the same date was 740 million DM, so that approximately 30 % of the entire investment fund capital is held by our funds.

The earning power of our funds during the past year was satisfactory. CONCENTRA, INDUSTRIA and TRANSATLANTA are again distributing, in addition to dividends and interest, proceeds from sales of subscription rights or realised capital gains. However, we have purposely kept the accrual of such proceeds below the attainable maximum in order to avoid converting assets into cash. Since experience has shown that our investors regard their share holdings as medium or long-term investments, it was thought advisable, in view of the considerable fall in stock prices, especially in Germany, to abstain from a particularly large distribution of assets and, instead, to preserve these assets of our funds as investment capital. It is for this reason that, in the case of CONCENTRA and INDUSTRIA, that part of the distribution of earnings which originates from sales of subscription rights and/or from capital gains shows a decrease as compared with the previous year. In detail, the following sums are being distributed by the various funds:

	Concentra	Industria	Transatlanta
Distribution per share for 1962	DM 2.—	DM 3.—	DM 2.—
Distribution per share for 1961	DM 2.50	DM 3.50	DM 2.—

Because of the extremely low offering prices, this year's rates of distribution – also those of CONCENTRA and INDUSTRIA – even show a higher yield as compared to last year:

	Concentra	Industria	Transatlanta
Distribution 1962 as per cent of the offering price at Dec. 31, 1962	5.9 %	4.5 %	4.0 %
Distribution 1961 as per cent of the offering price at Dec. 31, 1961	5.4 %	4.0 %	3.4 %

DEUTSCHER INVESTMENT-TRUST
 Gesellschaft für Wertpapieranlagen m. b. H.
 BINDER TORMANN, LL. D.

Fonds für Standard-Aktien

CONCENTRA

Fund of Standard Stocks

On December 31, 1962, a total of 11,849,704 shares in the "Fonds für Standard-Aktien CONCENTRA" had been issued. The fund's assets and their composition are shown in the Investment Portfolio printed immediately after the Profit and Loss Account.

In accordance with the Profit and Loss Account published below a net distribution of

DM 2.— per share

has been made on the earnings realised for the financial year 1962. Under Sect. 8 of our Contract Terms the distribution is payable on February 15, 1963, on Coupon No. 9. The coupons are redeemable free of charge at any branch or office of the Dresdner Bank AG, the Bank für Handel und Industrie AG, Berlin, as well as through other banks.

CONCENTRA Profit and Loss Account for year ended 31st Dec. 1962

INCOME

Dividends and interest from German securities		DM 12,338,458.43
Gross dividends from foreign securities	DM 536,982.77	
less foreign withholding tax	DM 80,547.42	DM 456,435.35
Bank interest		DM 329,184.85
Capital gains not used for reinvestment (Sect. 8, para. 2, of the Contract Terms)		DM 11,315,426.01
Total		<u>DM 24,439,504.64</u>

EXPENDITURE

Auditing fees and publishing expenses, contractual management remuneration amounting to 5 % of gross interest and dividends received	DM 740,096.64
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DISTRIBUTION

as at February 15, 1963 on 11,849,704 shares (against Coupon No. 9) DM 2.— per share	<u>DM 23,699,408.—</u>
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The income per share (after deduction of auditing fees, publishing expenses and contractual management remuneration amounting to DM 0.06 per share) is made up as follows:

1. a) Dividends and interest not subject to withholding tax	DM	1.01
b) Gross dividends from foreign securities	DM 0.05	
less foreign withholding tax	<u>DM 0.01</u>	DM 0.04
2. Capital gains not used for reinvestment (Sect. 8, para. 2, of the Contract Terms)	DM	<u>0.95</u>
Distribution per share	DM	<u><u>2.—</u></u>

As for tax information we refer to our remarks on page 30.

CONCENTRA

Investment Portfolio as at 31 December, 1962

Nominal value or number of units	Stock	Price	Market value in DM	Percentage of fund's assets
Electricals and Public Utilities:				27.12
4 280 000	Allgem. Elektrizitäts-Gesellschaft	423	18 104 400	7.06
1 537 000	dto. new stock	410	6 301 700	
1 100 000	dto. 7 % convertible loan, 1958 issue, J/J	279	3 069 000	
1 230 000	Dt. Continental-Gas-Gesellschaft	413	5 079 900	1.31
60 000	Elektr.-AG. vorm. W. Lahmeyer & Co.	670	402 000	0.10
1 750 000	Felten & Guillaume Carlswerk	248	4 340 000	1.12
134 170	Philips' Gloeilampenfabrieken	DM 159.50	21 400 115	5.50
1 980 000	Rhein.-Westf. Elektrizitätswerk	604	11 959 200	4.81
1 160 000	dto. pref. stock	584	6 774 400	
3 230 000	Siemens & Halske	552	17 829 600	5.42
600 000	dto. new stock	548	3 288 000	
1 010 000	Standard Elektrik Lorenz	695	7 019 500	1.80
Chemicals:				19.02
3 300 000	Bad. Anilin- & Soda-Fabrik	441 ¼	14 561 250	3.74
2 000 000	Chemie-Verwaltungs-AG.	340	6 800 000	1.75
70 000	Dt. Gold- u. Silber-Scheideanstalt	665	465 500	0.12
4 920 000	Farbenfabriken Bayer	471	23 173 200	5.95
5 656 400	Farbwerke Hoechst	438	24 775 032	7.46
1 003 000	dto. new stock	427	4 282 810	
Potash, Oil:				3.69
1 740 000	Deutsche Erdöl	167	2 905 800	0.75
2 200 000	Salzdetfurth	191	4 202 000	1.08
2 630 000	Wintershall	276	7 258 800	1.86
Coal and Steel:				9.10
6 730 000	Gelsenkirchener Bergwerks-AG.	139	9 354 700	2.40
1 290 000	Hoesch	138	1 780 200	0.46
3 300 000	Ilse der Hütte	103	3 399 000	0.87
1 330 000	Klöckner-Werke	163	2 167 900	0.56
3 280 000	Phoenix-Rheinrohr	175	5 740 000	1.47
350 000	Preußag	160	560 000	0.14
2 834 000	Rheinische Stahlwerke	222	6 291 480	1.62
3 400 000	August Thyssen-Hütte	181	6 154 000	1.58
Foodstuffs:				0.41
400 000	Süddeutsche Zucker-AG.	398	1 592 000	0.41

Nominal value or number of units	Stock	Price	Market value in DM	Percentage of fund's assets
Motor-vehicles, Machines:				9.63
2 991 100	Ges. f. Linde's Eismaschinen	525	15 703 275	4.03
2 170 000	Klöckner-Humboldt-Deutz	470	10 199 000	2.62
2 318 500	Volkswagenwerk	500	11 592 500	2.98
Banking, Insurance:				3.69
420 000	Commerzbank	424	1 780 800	0.46
400 000	Deutsche Bank	487	1 948 000	0.50
200 000	Dt. Centralbodenkredit-AG.	350	700 000	0.18
150 000	Dt. Hypothekenbank, Bremen	412	618 000}	0.21
50 000	dto. new stock	402	201 000}	
750 000	Dresdner Bank	438	3 285 000	0.84
220 000	Hypothekenbank in Hamburg	435	957 000	0.25
2 418	Münch. Rückvers. reg. stock	DM 1240	2 998 320	0.77
160 000	Westdeutsche Bodenkreditanst.	395	632 000}	0.48
320 000	dto. new stock	385	1 232 000}	
Miscellaneous:				9.73
300 000	Continental Gummi-Werke	475	1 425 000	0.37
230 000	Guthoffnungshütte	438	1 007 400	0.26
3 015 900	Metallgesellschaft	800	24 127 200	6.20
2 000 000	Portland-Zementwerke Heidelberg	565	11 300 000	2.90
Fixed income investment:				15.05
30 500 000	Various 5 % bonds and debentures approx.	92 $\frac{1}{4}$ ø	28 149 900	7.23
18 000 000	Various 5 $\frac{1}{2}$ % bonds and debentures approx.	95 $\frac{3}{4}$ ø	17 240 850	4.43
13 600 000	Various 6 % bonds and debentures approx.	97 $\frac{1}{8}$ ø	13 204 080	3.39
Investment portfolio				97.44
Cash at banks				2.39
Claims for refund of withholding tax				0.02
Dividends receivable				0.05
Interest receivable				0.10
Total assets				100.00

Aktien-Wachstumsfonds

THE SAURUS

Growth Fund

On December 31, 1962, there were 3,931,098 shares of the "Aktien-Wachstumsfonds THESAURUS" in circulation. The fund's assets and their composition are shown in the Investment Portfolio printed immediately after the Profit and Loss Account.

In accordance with the Profit and Loss Account published below the dividends and interest received during the financial year 1962 less expenses amounted to

DM 1.23 per share.

Under Sect. 8 of our Contract Terms this sum has been used for reinvestment.

THESAURUS Profit and Loss Account for year ended 31st Dec. 1962

INCOME

Dividends and interest from German securities		DM 4,817,782.24
Gross dividends from foreign securities	DM 217,666.07	
less foreign withholding tax	DM 32,649.91	DM 185,016.16
Bank interest		DM 109,149.82
Total		<u>DM 5,111,948.22</u>

EXPENDITURE

Auditing fees and publishing expenses, contractual management remuneration amounting to 5 % of gross interest and dividends received	DM 295,829.82
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REINVESTMENT

pursuant to Sect. 8 of the Contract Terms	<u>DM 4,816,118.40</u>
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The income per share (after deduction of auditing fees, publishing expenses and contractual management remuneration amounting to DM 0.08 per share) is made up as follows:

1. Dividends and interest not subject to withholding tax	DM 1.18
2. Gross dividends from foreign securities	DM 0.06
less foreign withholding tax	DM 0.01
Net return per share	<u>DM 1.23</u>

As for tax information we refer to our remarks on page 30.

THESAURUS

Investment Portfolio as at 31 December, 1962

Nominal value or number of units	Stock	Price	Market value in DM	Percentage of fund's assets
Electricals and Public Utilities:				32.57
50 000	Allgem. Elektrizitäts-Gesellschaft	423	211 500)	5.64
1 800 000	dto. new stock	410	7 380 000)	
450 000	dto. 7 % convertible loan, 1958 issue, J/J	279	1 255 500)	
450 000	Brown, Boveri & Cie.	587	2 641 500)	2.90
330 000	dto. latest stock	580	1 914 000)	
565 000	Dt. Continental-Gas-Gesellschaft	413	2 333 450	1.49
460 000	Felten & Guillaume Carlswerk	248	1 140 800	0.73
300 000	Hamburgische Electricitäts-Werke	190	570 000	0.36
360 000	Nordwestdt. Kraftwerke pref. stock	422	1 519 200)	1.55
220 000	dto. new stock	419	921 800)	
60 000	Philips' Gloeilampenfabrieken	DM 159.50	9 570 000	6.10
720 000	Rheinisch-Westf. Elektrizitätswerk	604	4 348 800)	6.27
940 000	dto. pref. stock	584	5 489 600)	
1 570 000	Siemens & Halske	552	8 666 400)	6.64
320 000	dto. new stock	548	1 753 600)	
200 000	Standard Elektrik Lorenz	695	1 390 000	0.89
Chemicals:				20.21
1 460 000	Badische Anilin- & Soda-Fabrik	441 ¼	6 442 250	4.10
800 000	Chemie-Verwaltungs-AG.	340	2 720 000	1.73
165 000	Dt. Gold- u. Silber-Scheideanstalt	665	1 097 250	0.70
2 200 000	Farbenfabriken Bayer	471	10 362 000	6.60
2 000 000	Farbwerke Hoechst	438	8 760 000)	7.08
550 000	dto. new stock	427	2 348 500)	
Potash, Oil:				3.25
490 000	Deutsche Erdöl	167	818 300	0.52
800 000	Salzdetfurth	191	1 528 000	0.97
1 000 000	Wintershall	276	2 760 000	1.76
Department Stores:				12.08
1 103 100	Karstadt	825	9 100 575)	6.74
208 000	dto. pref. stock	710	1 476 800)	
986 100	Kaufhof	850	8 381 850	5.34
Coal and Steel:				9.92
3 100 000	Gelsenkirchener Bergwerks-AG.	139	4 309 000	2.75
680 000	Hoesch	138	938 400	0.60
360 000	Hüttenwerk Oberhausen	134	482 400	0.31
840 000	Ilse der Hütte	103	865 200	0.55
790 000	Klöckner-Werke	163	1 287 700	0.82
1 190 000	Phönix-Rheinrohr	175	2 082 500	1.33

Nominal value or number of units	Stock	Price	Market value in DM	Percentage of fund's assets
200 000	Preußag	160	320 000	0.20
930 000	Rheinische Stahlwerke	222	2 064 600	1.32
1 770 000	August Thyssen-Hütte	181	3 203 700	2.04
	Foodstuffs:			0.71
280 000	Süddeutsche Zucker-AG.	398	1 114 400	0.71
	Motor-vehicles, Machines:			7.63
720 000	Demag	390	2 808 000	1.79
1 100 000	Klöckner-Humboldt-Deutz	470	5 170 000	3.29
800 000	Volkswagenwerk	500	4 000 000	2.55
	Banking, Insurance:			2.85
30 000	Commerzbank	424	127 200	0.08
40 000	Deutsche Bank	487	194 800	0.12
70 000	Dt. Centralbodenkredit-AG.	350	245 000	0.16
60 000	Dt. Hypothekenbank, Bremen	412	247 200	0.21
20 000	dto. new stock	402	80 400	
180 000	Dresdner Bank	438	788 400	0.50
50 000	Hypothekenbank in Hamburg	435	217 500	0.14
2 070	Münch. Rückvers. reg. stock	DM 1240	2 566 800	1.64
	Miscellaneous:			4.79
340 000	Continental Gummi-Werke	475	1 615 000	1.03
350 000	Dyckerhoff Zement pref. stock	410	1 435 000	0.91
280 000	Gutehoffnungshütte	438	1 226 400	0.78
9 000 000	I. G. Farben in liquidation – share certificates (RM)	4.75	427 500	0.27
500 000	Portland-Zementwerke Heidelberg	565	2 825 000	1.80
	Fixed Income Investment:			4.93
5 000 000	4 ½ % Municipal Bonds approx.	100 ø	5 000 000	3.18
1 500 000	Various 5 % bonds and debentures approx.	91 ¾ ø	1 376 250	0.88
1 400 000	Various 6 % bonds and debentures approx.	97 ½ ø	1 365 000	0.87
Investment portfolio				155 285 025
Cash at banks				1 478 018
Claims for refund of withholding tax				40 973
Dividends receivable				84 876
Interest receivable				68 750
Total assets				<u>156 957 642</u>
				<u>100.00</u>

On December 31, 1962, there were 1,815,003 shares of the "Aktienfonds INDUSTRIA" in circulation. The fund's assets and their composition are shown in the Investment Portfolio printed immediately after the Profit and Loss Account.

In accordance with the Profit and Loss Account published below a net distribution of

DM 3.— per share

has been made on the earnings realised for the financial year 1962.

Under Sect. 8 of our Contract Terms the distribution is payable on February 15, 1963, on Coupon No. 5. The coupons are redeemable free of charge at any branch or office of the Dresdner Bank AG, the Bank für Handel und Industrie AG, Berlin, or through any other credit banks.

INDUSTRIA Profit and Loss Account for year ended 31st Dec. 1962

INCOME

Dividends and interest from securities not subject to withholding tax		DM 3,403,973.87
Gross dividends from foreign securities	DM 655,002.61	
less foreign withholding tax	DM 106,632.47	DM 548,370.14
Bank interest		DM 128,250.67
Capital gains not used for reinvestment (Sect. 8, para. 2, of the Contract Terms)	DM 861,046.44	
Proceeds from sales of subscription rights	DM 744,787.74	
Total		<u>DM 5,686,428.86</u>

EXPENDITURE

Auditing fees and publishing expenses, contractual management remuneration amounting to 5 % of gross interest and dividends received	DM 241,419.86
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DISTRIBUTION

as at February 15, 1963 on 1,815,003 shares (against Coupon No. 5) DM 3.— per share	<u>DM 5,445,009.—</u>
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The income per share (after deduction of auditing fees, publishing expenses and contractual management remuneration amounting to DM 0.13 per share) is made up as follows:

1. a) Dividends and interest not subject to withholding tax	DM	1.84
b) dividends from foreign securities not subject to German income tax	DM 0.03	
less foreign withholding tax	DM 0.01	DM 0.02
c) dividends from foreign securities enjoying privilege of deductibility of foreign tax payments from German income tax	DM 0.31	
less foreign withholding tax	DM 0.05	DM 0.26
2. Capital gains not used for reinvestment (Sect. 8, para. 2, of the Contract Terms)	DM	0.47
3. Proceeds from sales of subscription rights	DM	0.41
Distribution per share	<u>DM</u>	<u>3.00</u>

As for tax information we refer to our remarks on page 30.

INDUSTRIA

Investment Portfolio as at 31 December, 1962

Nominal value or number of units	Stock	Price	Market value in DM	Percentage of fund's assets
	Germany:			61.18
200 000	Allgem. Elektrizitäts-Gesellschaft	423	846 000	2.93
150 000	dto. new stock	410	615 000	
700 000	dto. 7 % convertible loan, 1958 issue, J/J	279	1 953 000	
1 070 000	Badische Anilin- & Soda-Fabrik	441 $\frac{1}{4}$	4 721 375	4.05
170 000	Brown, Boveri & Cie.	587	997 900	1.85
200 000	dto. latest stock	580	1 160 000	
870 000	Chemie-Verwaltungs-AG.	340	2 958 000	2.54
120 000	Commerzbank	424	508 800	0.44
320 000	Continental Gummi-Werke	475	1 520 000	1.31
620 000	Demag	390	2 418 000	2.08
120 000	Deutsche Bank	487	584 400	0.50
250 000	Dt. Continental-Gas-Gesellschaft	413	1 032 500	0.89
200 000	Deutsche Erdöl	167	334 000	0.29
75 000	Dt. Gold- und Silber-Scheideanstalt	665	498 750	0.43
230 000	Dresdner Bank	438	1 007 400	0.86
480 000	Dyckerhoff Zementwerke	476	2 284 800	1.96
1 300 000	Farbenfabriken Bayer	471	6 123 000	5.26
1 400 000	Farbwerke Hoechst	438	6 132 000	5.27
180 000	Felten & Guillaume Carlswerk	248	446 400	0.38
2 300 000	Gelsenkirchener Bergwerks-AG.	139	3 197 000	2.75
240 000	Gutehoffnungshütte	438	1 051 200	0.90
320 000	Hamburgische Electricitäts-Werke	190	608 000	0.52
970 000	Hoesch	138	1 338 600	1.15
880 000	Hüttenwerk Oerhausen	134	1 179 200	1.01
6 000 000	I. G. Farben in liquidation - share certificates (RM)	4.75	285 000	0.24
940 000	Ilse der Hütte	103	968 200	0.83
450 000	Klöckner-Humboldt-Deutz	470	2 115 000	1.82
1 000 000	Klöckner-Werke	163	1 630 000	1.40
420 000	Phoenix-Rheinrohr	175	735 000	0.63
1 070 000	Rheinische Stahlwerke	222	2 375 400	2.04
250 000	Rhein.-Westf. Elektrizitätswerk	604	1 510 000	4.36
610 000	dto. pref. stock	584	3 562 400	
430 000	Salzdetfurth	191	821 300	0.71
350 000	Siemens & Halske	552	1 932 000	1.99
70 000	dto. new stock	548	383 600	
1 550 000	August Thyssen-Hütte	181	2 805 500	2.41
580 000	Wintershall	276	1 600 800	1.37
4 650 000	Various 5 % bonds and debentures approx.	90 $\frac{3}{4}$ ø	4 218 700	3.62

Nominal value or number of units	Stock	Price	Market value in DM	Percentage of fund's assets
2 350 000	Various 5 ½ % bonds and debentures approx.	97 ¾ ø	2 288 200	1.96
500 000	6 % loan Federal Republic of Germany, 1962 issue, J/J	100	500 000	0.43
	Belgium:			0.69
1 000	Au Bon Marché	bfrs 1866	150 119	0.13
3 000	Gevaert Photo-Producten	DM 216.25	648 750	0.56
	France:			5.55
1 350	L'Air Liquide	NF 1150	1 268 392	1.09
200	Banque de Paris et des Pays-Bas	DM 457	91 400	0.08
900	Dubonnet-Cinzano-Byrrh	NF 610	448 533}	0.45
900	dto. subs. rights	NF 103	75 735}	
900	Galleries Lafayette	NF 714	525 004	0.45
900	Georges Lesieur et ses Fils	NF 321	236 031	0.20
600	Machines Bull	NF 355	213 000	0.18
1 200	Michelin	NF 1129	1 106 871	0.95
1 000	Péchiney	DM 171	171 000	0.15
1 125	Au Printemps	NF 635	583 644	0.50
1 450	Rhône-Poulenc	NF 405	479 783	0.41
3 000	Saint-Gobain	NF 320	784 320	0.67
1 800	Thomson-Houston	NF 334	491 180	0.42
	Great Britain:			2.80
5 000	Amalgamated Metal	sh 32/3	90 404	0.08
16 000	Associated Electrical Industries	sh 36/3	325 176	0.28
5 000	Barclays Bank	sh 85/9	240 378	0.21
15 000	De La Rue	sh 43/6	365 824	0.31
30 000	Distillers Comp.	sh 31/—	521 404	0.45
11 000	General Accident Fire and Life Ass.	sh 73/7 ½	454 056	0.39
9 000	Imperial Chemical Industries	sh 57/7 ½	290 767	0.25
7 000	Int. Computers and Tabulators	sh 79/6	312 001	0.27
9 500	Jaguar Cars	sh 68/—	362 179	0.31
4 500	Sears Holdings	sh 27/—	68 118	0.06
6 000	Ever Ready Comp.	sh 38/—	127 828	0.11
2 000	Westminster Bank "B"	sh 82/9	92 787	0.08
	Italy:			4.02
100 000	Fiat	DM 18.10	1 810 000}	1.68
10 000	dto. pref. stock	DM 14.15	141 500}	
27 000	Montecatini	DM 18.30	494 100	0.42
20 900	Olivetti pref. stock	DM 33.70	704 330}	1.55
33 600	dto. new stock	DM 32.70	1 098 720}	
12 000	Pirelli	DM 36.15	433 800	0.37

Nominal value or number of units	Stock	Price	Market value in DM	Percentage of fund's assets
The Netherlands:				13.01
40 000	Philips' Gloeilampenfabrieken	DM 159.50	6 380 000	5.48
14 000	Royal Dutch Petroleum	DM 175.—	2 450 000	2.10
42 000	Unilever	DM 150.50	6 321 000	5.43
Switzerland:				3.65
850	AG. Brown, Boveri & Cie	sfrs 3020	2 377 042	2.04
100	Nestlé Alimentana	sfrs 3475	321 785	0.28
160	Schweizerische Bankgesellschaft	sfrs 3975	588 936	0.51
150	Schweizerische Kreditanstalt	sfrs 3485	484 066	0.42
150	Schweizerischer Bankverein	sfrs 3355	466 009	0.40

Investment portfolio	105 842 397	90.90
Cash at banks	10 433 236	8.96
Claims for refund of withholding tax	36 845	0.03
Dividends receivable	65 999	0.06
Interest receivable	59 041	0.05
Total assets	116 437 518	100.00

Fonds für europäische und überseeische Aktien

TRANSATLANTA

Fund for European and Overseas Stocks

On December 31, 1962, there were 1,629,842 shares of the “Fonds für europäische und überseeische Aktien TRANSATLANTA” in circulation. The fund’s assets and their composition are shown in the Investment Portfolio printed immediately after the Profit and Loss Account.

In accordance with the Profit and Loss Account published below a net distribution of

DM 2.— per share

has been made on the earnings realised for the financial year 1962.

Under Sect. 8 of our Contract Terms the distribution is payable on February 15, 1963, on Coupon No. 3. The coupons are redeemable free of charge at any branch or office of the Dresdner Bank AG, the Bank für Handel und Industrie AG, Berlin, or through any other banks.

TRANSATLANTA Profit and Loss Account for year ended 31st Dec. 1962

INCOME

Dividends and interest from securities not subject to withholding tax		DM 704,803.41
Gross dividends from foreign securities	DM 1,581,887.87	
less foreign withholding tax	DM 419,163.38	DM 1,162,724.49
Bank interest		DM 83,137.21
Capital gains not used for reinvestment (Sect. 8, para. 2, of the Contract Terms)		DM 906,000.32
Proceeds from sales of subscription rights		DM 563,016.31
Total		<u>DM 3,419,681.74</u>

EXPENDITURE

Auditing fees and publishing expenses, contractual management remuneration amounting to 5 % of gross interest and dividends received	DM 159,997.74
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DISTRIBUTION

as at February 15, 1963 on 1,629,842 shares (against Coupon No. 3) DM 2.— per share	<u>DM 3,259,684.—</u>
The income per share (after deduction of auditing fees, publishing expenses and contractual management remuneration amounting to DM 0.10 per share) is made up as follows:	
1. a) Dividends and interest not subject to withholding tax	DM 0.44
b) dividends from foreign securities not subject to German income tax	DM 0.60
less foreign withholding tax	<u>DM 0.21</u>
	DM 0.39
c) dividends from foreign securities enjoying privilege of deductibility of foreign tax payments from German income tax	DM 0.31
less foreign withholding tax	<u>DM 0.05</u>
	DM 0.26
2. Capital gains not used for reinvestment (Sect. 8, para. 2, of the Contract Terms)	DM 0.56
3. Proceeds from sales of subscription rights	DM 0.35
Distribution per share	<u>DM 2.—</u>

As for tax information we refer to our remarks on page 30.

TRANSATLANTA

Investment Portfolio as at 31 December, 1962

Nominal value or number of units	Stock	Price	Market value in DM	Percentage of fund's assets
Germany:				23.04
260 000	Allgem. Elektrizitäts-Gesellschaft	423	1 099 800}	1.74
60 000	dto. new stock	410	246 000}	
150 000	Badische Anilin- & Soda-Fabrik	441 ¹ / ₄	661 875	0.85
120 000	Commerzbank	424	508 800	0.66
120 000	Deutsche Bank	487	584 400	0.75
250 000	Dresdner Bank	438	1 095 000	1.41
370 000	Farbenfabriken Bayer	471	1 742 700	2.25
180 000	Farbwerke Hoechst	438	788 400	1.02
1 000 000	Gelsenkirchener Bergwerks-AG.	139	1 390 000	1.79
275 000	Klöckner-Humboldt-Deutz	470	1 292 500	1.67
50 000	Mannesmann	203 ¹ / ₂	101 750	0.13
200 000	Rheinische Stahlwerke	222	444 000	0.57
160 000	Rhein.-Westf. Elektrizitätswerk	604	966 400	1.25
180 000	Siemens & Halske	552	993 600}	1.57
40 000	dto. new stock	548	219 200}	
350 000	August Thyssen-Hütte	181	633 500	0.82
2 750 000	Various 5 % bonds and debentures approx.	90 ¹ / ₂ Ø	2 488 400	3.21
2 650 000	Various 5 ¹ / ₂ % bonds and debentures approx.	98 Ø	2 598 280	3.35
Belgium:				0.84
3 000	Gevaert Photo-Producten	DM 216.25	648 750	0.84
Canada:				6.18
8 000	Abitibi Power & Paper	can.\$ 41	1 219 012	1.57
2 000	Aluminium Ltd.	can.\$ 21 ⁷ / ₈	162 596	0.21
2 000	British American Oil	can.\$ 30	222 990	0.29
10 000	Canadian Breweries	can.\$ 10 ⁷ / ₈	404 169	0.52
2 400	Consumers' Gas	can.\$ 19 ¹ / ₈	170 587	0.22
500	International Nickel Company of Canada	can.\$ 67 ³ / ₄	125 896	0.16
2 000	International Utilities	can.\$ 43 ³ / ₄	325 193	0.42
1 000	Interprovincial Pipe Line	can.\$ 78 ⁵ / ₈	292 209	0.38
1 200	Moore Corp.	can.\$ 46 ³ / ₄	208 495	0.27
2 900	Royal Bank of Canada	can.\$ 76 ¹ / ₂	824 505	1.06

Nominal value or number of units	Stock	Price	Market value in DM	Percentage of fund's assets
2 400	Simpsons Ltd.	can.\$ 29 $\frac{7}{8}$	266 473	0.34
5 600	Steel Company of Canada	can.\$ 18 $\frac{5}{8}$	387 630	0.50
3 000	George Weston "A"	can.\$ 17	189 541	0.24
	France:			5.49
1 000	L'Air Liquide	NF 1150	939 550	1.21
1 300	Banque de Paris et des Pays-Bas	DM 457	594 100	0.77
600	Dubonnet-Cinzano-Byrrh	NF 610	299 022	0.42
300	dto. subs. rights	NF 103	25 245	
100	Galleries Lafayette	NF 714	58 333	0.07
400	Georges Lesieur et ses Fils	NF 321	104 902	0.14
500	Etablissements Kuhlmann	DM 255	127 500	0.16
100	Machines Bull	DM 355	35 500	0.05
700	Michelin	NF 1129	645 675	0.83
2 200	Péchiney	DM 171	376 200	0.49
500	Au Printemps	NF 635	259 397	0.33
1 500	Rhône-Poulenc	NF 405	496 327	0.64
930	Saint-Gobain	NF 320	243 139	0.31
200	Thomson-Houston	NF 334	54 575	0.07
	Great Britain:			14.53
43 000	Associated Electrical Industries	sh 36/3	873 913	1.13
40 000	Assoc. Portland Cement Manufacturers	sh 59/6	1 334 346	1.72
3 000	Barclays Bank	sh 85/9	144 227	0.19
45 000	Beecham Group	sh 37/7 $\frac{1}{2}$	949 250	1.22
57 000	Bowater Paper	sh 33/9	1 078 550	1.39
113 000	British Motor	sh 14/2 $\frac{1}{4}$	898 540	1.16
10 000	De La Rue	sh 43/6	243 882	0.31
70 000	Distillers Comp.	sh 31/—	1 216 610	1.57
13 000	General Accident Fire and Life Ass.	sh 73/7 $\frac{1}{2}$	536 612	0.69
50 000	Imperial Chemical Industries	sh 57/7 $\frac{1}{2}$	1 615 372	2.08
4 000	Int. Computers and Tabulators	sh 79/6	178 286	0.23
10 500	Jaguar Cars	sh 68/—	400 304	0.52
6 500	Sears Holdings	sh 27/—	98 394	0.13
15 000	Shell Transport & Trading	\$ 22 $\frac{7}{8}$	1 373 529	1.77
11 000	Ever Ready Comp.	sh 38/—	234 351	0.30
2 000	Westminster Bank "B"	sh 82/9	92 787	0.12

Nominal value or number of units	Stock	Price	Market value in DM	Percentage of fund's assets
Italy:				5.22
40 000	Fiat	DM 18.10	724 000}	1.10
9 000	dto. pref. stock	DM 14.15	127 350}	
84 000	Ercole Marelli	Lit. 905	490 405	0.63
17 000	Magneti Marelli	Lit. 1782	195 426	0.25
25 000	Montecatini	DM 18.30	457 500	0.59
12 100	Olivetti pref. stock	DM 33.70	407 770}	1.72
28 400	dto. new stock	DM 32.70	928 680}	
20 000	Pirelli	DM 36.15	723 000	0.93
The Netherlands:				9.27
300 000	Heineken's Bierbrouwerij	450	1 501 065	1.94
10 000	Philips' Gloeilampenfabrieken	DM 159.50	1 595 000	2.06
7 000	Royal Dutch Petroleum	DM 175.—	1 225 000	1.58
13 000	Unilever	DM 150.50	1 956 500	2.53
450 000	Verenigde Machinefabrieken	180	900 639	1.16
Switzerland:				4.72
275	AG. Brown, Boveri & Cie	sfrs 3020	769 043	0.99
220	Nestlé Alimentana	sfrs 3475	707 927	0.91
250	Schweizerische Bankgesellschaft	sfrs 3975	920 212	1.19
200	Schweizerische Kreditanstalt	sfrs 3485	645 422	0.83
200	Schweizerischer Bankverein	sfrs 3355	621 346	0.80
United States of America:				16.21
1 200	Acme Markets	\$ 71 $\frac{7}{8}$	345 258	0.45
2 000	Allied Chemical	\$ 44 $\frac{1}{4}$	354 265	0.46
2 300	Aluminum Comp. of America	\$ 54 $\frac{5}{8}$	502 926	0.65
3 000	American Natural Gas	\$ 41 $\frac{1}{8}$	499 874	0.64
1 000	American Telephone and Telegraph	\$ 116 $\frac{3}{4}$	467 350	0.60
3 500	Bethlehem Steel	\$ 28 $\frac{3}{8}$	401 050	0.52

Nominal value or number of units	Stock	Price	Market value in DM	Percentage of fund's assets
1 500	Campbell Soup	\$ 96 $\frac{3}{4}$	580 935	0.75
2 000	Cons. Natural Gas	\$ 56 $\frac{7}{8}$	455 341	0.59
4 000	Consumers Power	\$ 42 $\frac{3}{8}$	678 508	0.88
300	E. I. du Pont de Nemours	\$ 239 $\frac{1}{2}$	287 615	0.37
1 000	Eastman Kodak	\$ 108 $\frac{7}{8}$	435 826	0.56
10 000	Ford Motor	DM 183.50	1 835 000	2.37
2 000	General Electric	\$ 76 $\frac{3}{4}$	614 460	0.79
1 000	General Foods	\$ 78 $\frac{1}{2}$	314 235	0.41
1 000	General Motors	DM 230.—	230 000	0.30
1 000	W. R. Grace & Co.	\$ 40 $\frac{3}{4}$	163 122	0.21
300	Intern. Business Machines	\$ 390	468 351	0.60
6 000	Intern. Telephone and Telegraph	DM 170.—	1 020 000	1.32
7 000	Kansas Gas & Electric	\$ 27 $\frac{1}{4}$	763 572	0.99
2 500	James Talcott	\$ 40 $\frac{1}{4}$	402 801	0.52
4 000	Texaco	\$ 61 $\frac{7}{8}$	990 742	1.28
1 500	Union Carbide	\$ 100 $\frac{7}{8}$	605 703	0.78
1 000	Westinghouse Electric	\$ 32	128 096	0.17

Investment portfolio	66 272 384	85.50
Cash at banks	11 102 634	14.32
Dividends receivable	99 737	0.13
Interest receivable	40 666	0.05
Total assets	<u>77 515 421</u>	<u>100.00</u>

Tax Information

The assets of the investment funds are exempt from all taxation in Germany, nor is withholding tax assessed on any German earnings accruing to or distributed by the funds. Only dividends from foreign stocks held by the various funds accrue to each fund after deduction of the respective foreign withholding tax, and in these cases, therefore, only net payments can be made to shareholders.

Auditor's Certificate

Upon due completion of our audit of the books and records kept by Deutscher Investment-Trust, Gesellschaft für Wertpapieranlagen m. b. H., on behalf of the funds CONCENTRA, THESAURUS, INDUSTRIA and TRANSATLANTA, as well as our scrutiny of the information and supporting evidence supplied to us by the Management we find that the accounts of the funds were drawn up in accordance with the provisions of the law. The funds were managed in accordance with the provisions of the Investment Companies Act (Gesetz über Kapitalanlagegesellschaften) and the terms of the Contract regulating the legal relationship between Deutscher Investment-Trust, Gesellschaft für Wertpapieranlagen m. b. H. and the holders of investment certificates.

Frankfurt am Main, January 1963

TREUHAND-VEREINIGUNG AKTIENGESELLSCHAFT

Wirtschaftsprüfungsgesellschaft (Auditing Company)

s/STEINRÜCKE

Auditor

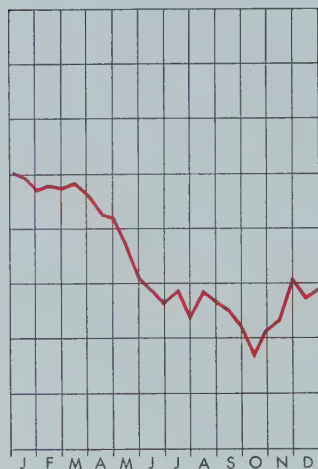
s/FÖRSTERLING

Auditor

Development of the offering prices during the year 1962

(The distribution of earnings has been taken into consideration in the charts)

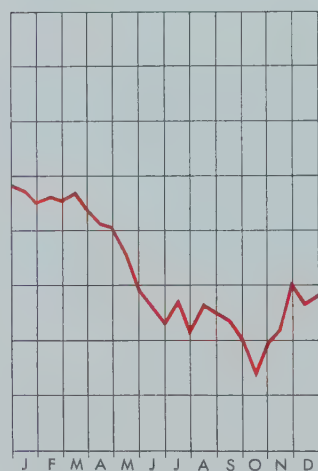
CONCENTRA



	High	Low	Closing
January	46.30	44.40	44.90
February*)	45.30	42.30	42.50
March	43.30	40.60	41.70
April	41.80	40.—	40.—
May	39.90	31.80	34.90
June	35.10	31.50	32.40
July	34.30	31.60	31.60
August	33.90	30.20	32.90
September	32.80	30.80	30.80
October	31.—	28.30	30.40
November	34.70	30.20	34.70
December	34.60	32.90	34.—

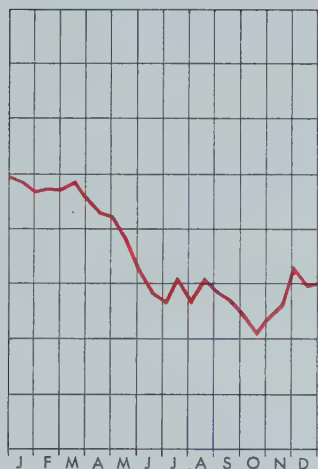
*) less DM 2.50 distribution of earnings made on February 15, 1962

THESAURUS



	High	Low	Closing
January	52.40	50.10	50.60
February	51.20	50.10	50.90
March	52.—	48.30	50.—
April	50.10	48.10	48.10
May	48.—	38.—	41.80
June	42.30	37.40	38.70
July	41.30	38.10	38.10
August	41.10	36.40	39.90
September	40.—	37.40	37.40
October	37.40	34.—	36.70
November	42.40	36.30	42.40
December	42.20	40.10	41.30

INDUSTRIA



	High	Low	Closing
January	88.—	84.90	85.60
February*)	86.20	81.80	82.30
March	83.70	79.30	81.—
April	81.20	77.90	77.90
May	77.60	63.30	69.—
June	69.40	62.—	64.—
July	67.70	64.10	64.10
August	67.50	62.—	65.50
September	65.50	61.70	61.70
October	61.60	56.60	60.80
November	68.60	60.20	68.60
December	68.30	65.20	66.30

*) less DM 3.50 distribution of earnings made on February 15, 1962

TRANSATLANTA



	High	Low	Closing
January	59.30	58.10	58.10
February*)	59.50	57.10	57.10
March	58.20	56.40	57.—
April	57.—	55.90	55.90
May	55.80	46.60	46.60
June	49.60	45.—	45.80
July	48.70	46.60	47.60
August	49.30	47.30	48.60
September	48.80	46.60	46.60
October	46.60	44.—	46.30
November	50.80	46.30	50.80
December	50.90	49.20	49.60

*) less DM 2.— distribution of earnings made on February 15, 1962

Board of Directors

ERNST MATTHIENSEN

Chairman
Member of the Executive Board of the
Dresdner Bank AG, Frankfurt am Main

HANS RINN

Vice-Chairman
Member of the Executive Board of the
Dresdner Bank AG, Hamburg

ADOLF SCHÄFER, LL. D.

Member of the Executive Board of the
Dresdner Bank AG, Düsseldorf

Managers

RICHARD BINDER

Consul of Ecuador
Frankfurt am Main

WOLFGANG TORMANN, LL. D.

Frankfurt am Main

Trustee and Depositary

DRESDNER BANK AG

Frankfurt am Main

